RHH.

## ECRET

Asst. Director for Special Operations

" 3 JUL 1950

Director of Central Intelligence

25X1

Report of Audit and Investigation - Shortage in Agency Funds Confessed by

Reference: Memo to DCI thru Chief, I&SS, from Chief, Audit Division, subject as above, dated 28 June 1950

- 1. Before action is taken on this report it is requested that you submit your comments and recommendations in connection therewith, including:
  - a. Security implications involved in case of suit for recovery or criminal prosecution.
  - b. Opinion as to the degree of responsibility of the station chief in this case, and recommended or contemplated action in connection therewith.
  - c. Whether there was any failure on the part of the responsible division chief in your Office which contributed to the failure to disclose this situation at an earlier date.
  - d. What measures have been taken to provide further safeguards against similar situations arising in the future.
- 2. For your information it is the opinion of the General Counsel that the successful outcome of any suit for recovery is doubtful due to lack of specific evidence sufficient to assess accurately the actual shortage.
  - 3. Please submit your reply through the Executive by 11 July.
- 4. Meanwhile consideration should be given to the immediate suspension of this employee pending final determination of the disposition of his case.

25X1

R. H. HILLENKOETTER Rear Admiral, USA

Sgd/RHH- handed to

Attach. (See Ref)

Copies to:

Signer LTS suspend file

Exec chrono

E:LTS/mc (30 June 50)

W

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Approved For Release 2002-129 CIA-RDP80R01731R001300170012-

CONFIDENTIAL

27 JUN 1950

HEATRANDOM FOR: CHIEF, ADMINISTRATIVE STAFF

SUBJECT:

Issuance of Transportation Requests to

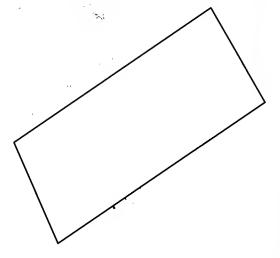
Pravel Agencies

l. Pursuant to my authority under P. L. 110, dist Congress, when it is justified in the interests of efficiency or economy and provided that the effective requirements of law and regulation regarding travel are otherwise observed, the Chief, Transportation Branch, Services Division, or other Agency official to whom books of transportation requests have been released, in hereby authorized to issue transportation requests to travel agencies for efficial purposes, and reinbursement shall be made to travel agencies for expenses incurred in recognition of such travel requests.

diap to ER 6/27/50

R. H. HILLERKOSTTER
Rear Admiral, VEN
Director of Contral Intelligence

Copies to:
Addressee, O & 1
Signer
Esse chrono
Bedget Officer
General Counsel (s/besic papers)
Minagement Officer
Personnel Director
Chiof, 985
Central Records



Approved For Release 2003/07/29 : CIA-RDP80R01731R001300170012-1

	DATE
TO: Disseter ROOM NO.	
attached memo supe	ercedes memo dated d by the Director, ice of Transportation
subject, "Issuer	d by the Birdshift of the ce of Transportation of Agencies."  opy dated 22 June 1950.